

102ND GENERAL ASSEMBLY State of Illinois 2021 and 2022 SB2208

Introduced 2/26/2021, by Sen. Jason Plummer

SYNOPSIS AS INTRODUCED:

10 ILCS 5/9-8.10

Amends the Election Code. Prohibits a political committee from making expenditures for taxable compensation to an immediate family member of a public official or candidate. Defines "immediate family member" and "payments". Effective immediately.

LRB102 17338 SMS 22829 b

1 AN ACT concerning elections.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Election Code is amended by changing Section 9-8.10 as follows:
- 6 (10 ILCS 5/9-8.10)

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- Sec. 9-8.10. Use of political committee and other reporting organization funds.
- 9 (a) A political committee shall not make expenditures:
- 10 (1) In violation of any law of the United States or of this State.
 - (2) Clearly in excess of the fair market value of the services, materials, facilities, or other things of value received in exchange.
 - (3) For satisfaction or repayment of any debts other than loans made to the committee or to the public official or candidate on behalf of the committee or repayment of goods and services purchased by the committee under a credit agreement. Nothing in this Section authorizes the use of campaign funds to repay personal loans. The repayments shall be made by check written to the person who made the loan or credit agreement. The terms and conditions of any loan or credit agreement to a committee

shall be set forth in a written agreement, including but not limited to the method and amount of repayment, that shall be executed by the chair or treasurer of the committee at the time of the loan or credit agreement. The loan or agreement shall also set forth the rate of interest for the loan, if any, which may not substantially exceed the prevailing market interest rate at the time the agreement is executed.

- (4) For the satisfaction or repayment of any debts or for the payment of any expenses relating to a personal residence. Campaign funds may not be used as collateral for home mortgages.
- (5) For clothing or personal laundry expenses, except clothing items rented by the public official or candidate for his or her own use exclusively for a specific campaign-related event, provided that committees may purchase costumes, novelty items, or other accessories worn primarily to advertise the candidacy.
- (6) For the travel expenses of any person unless the travel is necessary for fulfillment of political, governmental, or public policy duties, activities, or purposes.
- (7) For membership or club dues charged by organizations, clubs, or facilities that are primarily engaged in providing health, exercise, or recreational services; provided, however, that funds received under

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this Article may be used to rent the clubs or facilities for a specific campaign-related event.

- (8) In payment for anything of value or for reimbursement of any expenditure for which any person has been reimbursed by the State or any person. For purposes of this item (8), a per diem allowance is not a reimbursement.
- (9) For the purchase of or installment payment for a vehicle unless the political committee demonstrate that purchase of a motor vehicle is more cost-effective than leasing a motor vehicle as permitted under this item (9). A political committee may lease or purchase and insure, maintain, and repair a motor vehicle if the vehicle will be used primarily for campaign purposes or for the performance of governmental duties. A committee shall not make expenditures for use of the vehicle for non-campaign or non-governmental purposes. Persons using vehicles not purchased or leased by a political committee may be reimbursed for actual mileage for the use of the vehicle for campaign purposes or for the performance of governmental duties. The mileage reimbursements shall be made at a rate not to exceed the standard mileage rate method for computation of business expenses under the Internal Revenue Code.
- (10) Directly for an individual's tuition or other educational expenses, except for governmental or political

purposes directly related to a candidate's or public official's duties and responsibilities.

- (11) For payments to a public official or candidate or his or her family member unless for compensation for services actually rendered by that person. The provisions of this item (11) do not apply to expenditures by a political committee in an aggregate amount not exceeding the amount of funds reported to and certified by the State Board or county clerk as available as of June 30, 1998, in the semi-annual report of contributions and expenditures filed by the political committee for the period concluding June 30, 1998.
- (12) For payments to an immediate family member of a public official or candidate. As used in this paragraph: "immediate family member" means anyone living with a public official or candidate, or a spouse, child, sibling, or parent of a public official or candidate, regardless of whether that person lives with the public official or candidate; "payments" means any compensation for which the paying party would be required to file a federal form W-2 or 1099.
- (b) The Board shall have the authority to investigate, upon receipt of a verified complaint, violations of the provisions of this Section. The Board may levy a fine on any person who knowingly makes expenditures in violation of this Section and on any person who knowingly makes a malicious and

- false accusation of a violation of this Section. The Board may
 act under this subsection only upon the affirmative vote of at
 least 5 of its members. The fine shall not exceed \$500 for each
 expenditure of \$500 or less and shall not exceed the amount of
 the expenditure plus \$500 for each expenditure greater than
 \$500. The Board shall also have the authority to render
 rulings and issue opinions relating to compliance with this
 Section.
- 9 (c) Nothing in this Section prohibits the expenditure of
 10 funds of a political committee controlled by an officeholder
 11 or by a candidate to defray the customary and reasonable
 12 expenses of an officeholder in connection with the performance
 13 of governmental and public service functions.
- (d) Nothing in this Section prohibits the funds of a political committee which is controlled by a person convicted of a violation of any of the offenses listed in subsection (a) of Section 10 of the Public Corruption Profit Forfeiture Act from being forfeited to the State under Section 15 of the Public Corruption Profit Forfeiture Act.
- 20 (Source: P.A. 100-1027, eff. 1-1-19.)
- 21 Section 99. Effective date. This Act takes effect upon 22 becoming law.